

000

FEB 1952

CENTRAL INTELLIGENCE AGENCY

CLASSIFICATION SECRET/CONTROL - U.S. OFFICIALS ONLY

SECURITY INFORMATION

INFORMATION REPORT

REPORT NO. [] 25X1

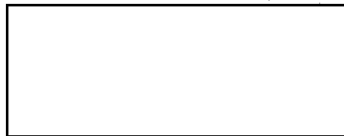
CD NO.

COUNTRY Hungary

DATE DISTR. 15 July 1952

25X1 SUBJECT Underground Plants and Depots

NO. OF PAGES 2



REFERENCE COPY

NO. OF ENCLS.
(LISTED BELOW)

SUPPLEMENT TO REPORT NO. 25X1



THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES, WITHIN THE MEANING OF TITLE 18, SECTIONS 793 AND 794, OF THE U.S. CODE, AS AMENDED. ITS TRANSMISSION OR REVELATION OF ITS CONTENTS TO OR RECEIPT BY AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW. THE REPRODUCTION OF THIS FORM IS PROHIBITED.

THIS IS UNEVALUATED INFORMATION

25X1

ILLEGIB

1. For several months, Soviet and Hungarian commissions have been touring the country to determine locations for armament and ammunition production centers and supply depots, with plants and stores as far as possible underground. This is part of a coordinated Soviet plan for strategic dispersal of industry in Eastern Europe.
2. The following locations are in use around Budapest:
 - a. Underground armament and ammunition stores in large cellars below Barosi Street.
 - b. Underground aeroplane engine factory in the Kőbánya district. Production, which is chiefly advanced models of former German types, began in 1952. BMW and Junkers JUMO as well as Russian "M" type engines designed by Shetsov, developing a take off power of over 3,200 HP, are in production. The construction of VK models has also been started. Soviet and German engineers are in charge. The factory is accessible from Banya Street and from Maglódi Street. The workers employed there are divided into groups which approach and leave the plant in small groups at different hours in order not to attract attention to the underground set-up. There are at present some 220 workers, all of whom are hand-picked Communist Party members; they receive upwards of 1,000 forints a month and one meal on the premises a day. The site of the plant is camouflaged and well guarded; even the workers employed there can only enter by showing special permits issued by the Ministry and counter stamped by AVH Headquarters. Besides this, workers must be in possession of passes issued by the plant management and counter stamped by the AVH officer attached to the plant.

CLASSIFICATION

SECRET/CONTROL - US.. OFFICIALS ONLY

STATE	X	NAVY	X	NSRB		DISTRIBUTION								
ARMY	X	AIR	X	FBI										

25X1

422

SECRET/CONTROL - U.S. OFFICIALS ONLY

25X1

- 2 -

3. The following plants and depots in the provinces are wholly or in part underground:

L
Powder factory, 4 km. N.W. of Tolna, in a forest.
Ammunition depot near Baja. Situated underneath the highway
leading from Sikezeda (sic.) to Baja.
Storage depot for aircraft bombs at Lovasberény
Ammunition factory in the hills near Eger.
Ordnance depot at Nagykanizsa.

SECRET/CONTROL - U.S. OFFICIALS ONLY